



QUARTERLY STATEMENT

AS OF MARCH 31, 2009
OF THE CONDITION AND AFFAIRS OF THE

Euler Hermes American Credit Indemnity Company

NAIC Group Code	0761	0761	NAIC Company Code	20516	Employer's ID Number	52-0222226
	(Current Period)	(Prior Period)				
Organized under the Laws of	Maryland			State of Domicile or Port of Entry	Maryland	
Country of Domicile	United States					
Incorporated/Organized	04/28/1893			Commenced Business	05/01/1893	
Statutory Home Office	800 Red Brook Boulevard			Owings Mills, MD 21117		
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office	800 Red Brook Blvd		Owings Mills, MD 21117	410-753-0718		
	(Street and Number)		(City or Town, State and Zip Code)	(Area Code) (Telephone Number)		
Mail Address	800 Red Brook Blvd		Owings Mills, MD 21117			
	(Street and Number or P.O. Box)		(City or Town, State and Zip Code)			
Primary Location of Books and Records	800 Red Brook Blvd		Owings Mills, MD 21117	410-753-0718		
	(Street and Number)		(City or Town, State and Zip Code)	(Area Code) (Telephone Number)		
Internet Web Site Address	pete.hollerbach@eulerhermes.com					
Statutory Statement Contact	Peter G. Hollerbach 410-753-0864			410-753-0864		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	pete.hollerbach@eulerhermes.com			410-753-0942		
	(E-mail Address)			(FAX Number)		

OFFICERS

Name	Title	Name	Title
Paul Christianus Gerardus Overeem,	President	Kevin Patrick McCann	Secretary
Bertrand Morley Emerson II	Chief Financial Officer	Peter Gerald Hollerbach	Treasurer

OTHER OFFICERS

Joseph Anthony Ketzner	Executive Vice President	John Frederick Pontin IV	Senior Vice President
Leah Manuel Maddox	Senior Vice President	Adriaan Gerard van de Wall	Senior Vice President
Scott Edward Waterworth	Senior Vice President	Michael Earl Carpenter	Vice President
Michael Edward Brzozowski	Government Relations Director	Dana Elizabeth Brazerol	Assistant Treasurer

DIRECTORS OR TRUSTEES

Peter Russell O'Flinn	Bertrand Morley Emerson II	Clemens Freiherr von Weichs	Brian John Fabbri
Joseph Anthony Ketzner	Michel Albert Antoine Mollard	Paul Christianus Gerardus Overeem	Nicolas Alphonse Joseph Hein
Arnaud Roger	Kevin Patrick McCann		

State ofMaryland.....
County ofBaltimore.....
ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Paul Christianus Gerardus Overeem President	Kevin Patrick McCann Secretary	Bertrand Morley Emerson II Chief Financial Officer
Subscribed and sworn to before me this _____ day of _____,		a. Is this an original filing? Yes [X] No []
_____ ,		b. If no: 1. State the amendment number _____ 2. Date filed _____ 3. Number of pages attached _____

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	268,534,019		268,534,019	242,670,194
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks			0	0
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances).....			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$62,493,211), cash equivalents (\$0) and short-term investments (\$0).....	62,493,211		62,493,211	79,230,901
6. Contract loans (including \$premium notes).....			0	0
7. Other invested assets	0	0	0	0
8. Receivables for securities			0	0
9. Aggregate write-ins for invested assets	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	331,027,230	0	331,027,230	321,901,095
11. Title plants less \$charged off (for Title insurers only).....			0	0
12. Investment income due and accrued	2,635,807		2,635,807	1,739,269
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	20,006,482	1,095,504	18,910,978	11,693,519
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$1,050,000 earned but unbilled premiums).....	43,644,468	105,000	43,539,468	42,789,105
13.3 Accrued retrospective premiums.....			0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	15,623,549		15,623,549	16,567,713
14.2 Funds held by or deposited with reinsured companies	69,086		69,086	59,337
14.3 Other amounts receivable under reinsurance contracts			0	0
15. Amounts receivable relating to uninsured plans			0	0
16.1 Current federal and foreign income tax recoverable and interest thereon	8,333,203		8,333,203	8,337,787
16.2 Net deferred tax asset	16,456,546	4,440,496	12,016,050	11,768,288
17. Guaranty funds receivable or on deposit			0	0
18. Electronic data processing equipment and software.....	3,895,040	3,349,329	545,711	568,038
19. Furniture and equipment, including health care delivery assets (\$)	771,201	771,201	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
21. Receivables from parent, subsidiaries and affiliates	16,868,516	12,689,639	4,178,877	7,214,989
22. Health care (\$) and other amounts receivable.....			0	0
23. Aggregate write-ins for other than invested assets	11,181,909	3,356,114	7,825,795	3,773,705
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	470,513,037	25,807,283	444,705,754	426,412,845
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	0
26. Total (Lines 24 and 25)	470,513,037	25,807,283	444,705,754	426,412,845
DETAILS OF WRITE-INS				
0901.			0	0
0902.			0	0
0903.			0	0
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)	0	0	0	0
2301. Unapplied cash.....	4,342,036		4,342,036	262,379
2302. Prepaid expenses.....	3,356,114	3,356,114	0	0
2303. Other receivables.....	3,483,759		3,483,759	3,511,326
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	11,181,909	3,356,114	7,825,795	3,773,705

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$23,734,659)	65,455,115	57,251,339
2. Reinsurance payable on paid losses and loss adjustment expenses	819,113	3,870,258
3. Loss adjustment expenses	863,359	863,359
4. Commissions payable, contingent commissions and other similar charges	2,834,202	1,761,035
5. Other expenses (excluding taxes, licenses and fees)	14,492,260	15,365,164
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,354,659	1,346,315
7.1 Current federal and foreign income taxes (including \$651,155 on realized capital gains (losses))		0
7.2 Net deferred tax liability		0
8. Borrowed money \$ and interest thereon \$		0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ and including warranty reserves of \$)	95,951,100	89,424,833
10. Advance premium		0
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders		0
12. Ceded reinsurance premiums payable (net of ceding commissions)	8,189,956	8,630,873
13. Funds held by company under reinsurance treaties	77,356,382	63,574,940
14. Amounts withheld or retained by company for account of others	2,960,959	3,145,325
15. Remittances and items not allocated	1,717,933	1,386,025
16. Provision for reinsurance	468,945	468,945
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates	10,981,136	9,269,634
20. Payable for securities		0
21. Liability for amounts held under uninsured plans		0
22. Capital notes \$ and interest thereon \$		0
23. Aggregate write-ins for liabilities	1,611,489	1,623,826
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	285,056,608	257,981,871
25. Protected cell liabilities		0
26. Total liabilities (Lines 24 and 25)	285,056,608	257,981,871
27. Aggregate write-ins for special surplus funds	0	0
28. Common capital stock	2,500,000	2,500,000
29. Preferred capital stock		0
30. Aggregate write-ins for other than special surplus funds	0	0
31. Surplus notes		0
32. Gross paid in and contributed surplus	13,166,690	13,166,690
33. Unassigned funds (surplus)	143,982,456	152,764,284
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)		0
34.2 shares preferred (value included in Line 29 \$)		0
35. Surplus as regards policyholders (Lines 27 to 33, less 34)	159,649,146	168,430,974
36. Totals	444,705,754	426,412,845
DETAILS OF WRITE-INS		
2301. Reserve for unearned administrative fees	1,611,489	1,623,826
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	1,611,489	1,623,826
2701.		0
2702.		0
2703.		0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	0	0
3001.		0
3002.		0
3003.		0
3098. Summary of remaining write-ins for Line 30 from overflow page	0	0
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 61,508,502)	54,982,236	54,433,675	218,260,998
1.2 Assumed (written \$ 3,563,968)	3,563,968	3,405,171	21,770,315
1.3 Ceded (written \$ 29,404,544)	29,404,544	28,505,233	121,846,173
1.4 Net (written \$ 35,667,926)	29,141,660	29,333,613	118,185,140
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 23,736,032):			
2.1 Direct	43,030,799	47,927,321	168,052,005
2.2 Assumed	7,755,206	3,063,575	16,279,116
2.3 Ceded	25,798,788	24,220,981	90,307,621
2.4 Net	24,987,217	26,769,915	94,023,500
3. Loss adjustment expenses incurred	489,635	485,563	2,891,036
4. Other underwriting expenses incurred	13,272,140	11,163,080	36,735,293
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	38,748,992	38,418,558	133,649,829
7. Net income of protected cells		0	0
8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	(9,607,332)	(9,084,945)	(15,464,689)
INVESTMENT INCOME			
9. Net investment income earned	2,802,851	3,034,648	11,196,950
10. Net realized capital gains (losses) less capital gains tax of \$ 651,155	1,209,288	(78,172)	(4,632,978)
11. Net investment gain (loss) (Lines 9 + 10)	4,012,139	2,956,476	6,563,972
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)		0	0
13. Finance and service charges not included in premiums	587,276	524,773	1,899,327
14. Aggregate write-ins for miscellaneous income	1,239,941	1,965,832	5,076,903
15. Total other income (Lines 12 through 14)	1,827,217	2,490,605	6,976,230
16. Net income before dividends to policyholders after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(3,767,976)	(3,637,864)	(1,924,487)
17. Dividends to policyholders		0	0
18. Net income, after dividends to policyholders after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	(3,767,976)	(3,637,864)	(1,924,487)
19. Federal and foreign income taxes incurred	(1,360,742)	(948,640)	(99,431)
20. Net income (Line 18 minus Line 19)(to Line 22)	(2,407,234)	(2,689,224)	(1,825,056)
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	168,430,974	172,109,620	172,109,619
22. Net income (from Line 20)	(2,407,234)	(2,689,224)	(1,825,056)
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ 0	0	(1,339,855)	(513,149)
25. Change in net unrealized foreign exchange capital gain (loss)	(1,084,377)	(965,455)	(6,411,278)
26. Change in net deferred income tax	2,872,819	(1,731,554)	(6,106,414)
27. Change in nonadmitted assets	(8,163,036)	4,463,241	10,936,897
28. Change in provision for reinsurance		0	240,355
29. Change in surplus notes		0	0
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		0	0
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders		0	0
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	(8,781,828)	(2,262,847)	(3,678,645)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	159,649,146	169,846,773	168,430,974
DETAILS OF WRITE-INS			
0501.		0	0
0502.		0	0
0503.		0	0
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Administrative fee income	999,875	1,187,374	4,374,778
1402. Collection fee income	473,138	476,702	2,068,792
1403. Net realized foreign exhcnge gain or loss - non investment	(454,816)	81,725	(1,802,754)
1498. Summary of remaining write-ins for Line 14 from overflow page	221,744	220,031	436,087
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	1,239,941	1,965,832	5,076,903
3701.		0	0
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	0	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	27,285,255	126,180,379
2. Net investment income	2,147,933	10,704,220
3. Miscellaneous income	1,827,217	6,976,230
4. Total (Lines 1 to 3)	31,260,405	143,860,829
5. Benefit and loss related payments	18,890,422	81,863,751
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	13,553,168	40,011,793
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of \$651,155 tax on capital gains (losses).....	(714,171)	4,351,873
10. Total (Lines 5 through 9)	31,729,419	126,227,417
11. Net cash from operations (Line 4 minus Line 10)	(469,014)	17,633,412
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	45,494,134	77,267,004
12.2 Stocks	0	114,536,415
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	4,120
12.7 Miscellaneous proceeds	129,412	99,486
12.8 Total investment proceeds (Lines 12.1 to 12.7)	45,623,546	191,907,025
13. Cost of investments acquired (long-term only):		
13.1 Bonds	70,952,925	217,550,860
13.2 Stocks	0	57,500,000
13.3 Mortgage loans	0	0
13.4 Real estate	0	0
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	70,952,925	275,050,860
14. Net increase (or decrease) in contract loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(25,329,379)	(83,143,835)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
16.5 Dividends to stockholders	0	9,300,000
16.6 Other cash provided (applied).....	9,060,703	47,949,320
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	9,060,703	38,649,320
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(16,737,690)	(26,861,103)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	79,230,901	106,092,004
19.2 End of period (Line 18 plus Line 19.1)	62,493,211	79,230,901

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

Part A. The financial statements of the reporting entity have been prepared on the basis of accounting practices prescribed or permitted by the Maryland Insurance Administration. The statement has been completed in accordance with the NAIC Accounting Practices and Procedures Manual except to the extent that state law differs.

Part B. The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. It also requires disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

Part C. Premiums are earned over the terms of the related insurance policies and reinsurance contracts. Unearned premium reserves are established to cover the unexpired portion of premiums written. Such reserves are computed by pro rata methods.

Expenses incurred in connections with acquiring new business, including such acquisitions costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Other material accounting policies:

- (1) The short-term investments are stated at amortized cost using the constant yield method.
- (2) Bonds are stated at amortized cost using the constant yield method.
- (3) Common stocks are stated at market value in accordance with the NAIC purposes and procedures of the Security Valuation office (SVO). Unrealized gains and losses shall be recorded as a direct credit or charge to surplus.
- (4) The reporting entity has no preferred stock.
- (5) The reporting entity has no mortgage loans.
- (6) The reporting entity applies a retrospective methodology when calculating stated values for loan-backed and structured securities. The reporting entity uses dealer prepayment estimates provided by the broker from which the security was purchased.
- (7) The reporting entity has no investments in subsidiaries, controlled and affiliated companies.
- (8) The reporting entity has no investments in joint ventures, partnerships and limited liability companies.
- (9) The reporting entity has no derivatives.
- (10) The reporting entity anticipates investment income as a factor in premium deficiency calculations in accordance with SSAP 53, Property Casualty Contracts-Premiums.
- (11) Unpaid losses and loss adjustment expense are determined from individual case estimates and loss reports. Also included are amounts for losses incurred but not reported. While management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liability is continually reviewed and any adjustments are reflected in the period determined. The company has no direct exposure to claims from toxic waste cleanup, asbestos or other related environmental hazards.
- (12) The Company has not modified its capitalization policy from the prior period.

2. Accounting Changes and Corrections of Errors: Not applicable

3. Business Combinations and Goodwill: No Change

4. Discontinued Operations: Not applicable

5. Investments: No Change

6. Joint Ventures, Partnerships and Limited Liability Companies: Not applicable

7. Investment Income: No Change

8. Derivative Instruments: Not applicable

9. Income Taxes: No Change

10. Information Concerning Parent, Subsidiaries, and Affiliates: No Change

11. Debt: Not applicable

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans: No Change

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations: No Change

14. Contingencies: No Change

15. Leases: No Change

16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk: Not applicable

17. Sale, Transfer, and Servicing of Financial Assets and Extinguishments of Liabilities: Not applicable

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans: Not applicable

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators: Not applicable

20. Other Items: No Change

21. Events Subsequent: Not applicable

22. Reinsurance: No Change

23. Retrospectively Rated Contracts and Contracts Subject to Redetermination: Not applicable

NOTES TO FINANCIAL STATEMENTS

- 24. Change in Incurred Losses and Loss Adjustment Expense
Reserves as of December 31, 2008 were \$58,114,698. As of March 31, 2009, \$17,271,279 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$42,303,429 as a result of re-estimation of unpaid claims and claim adjustment expenses. Therefore, there has been a \$1,459,708 unfavorable prior-year development since December 31, 2008 to March 31, 2009. The increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. The Company has no retrospectively rated policies.
- 25. Inter-company Pooling Arrangements: Not applicable
- 26. Structured Settlements: Not applicable
- 27. Health Care Receivables: Not applicable
- 28. Participating Policies: Not applicable
- 29. Premium Deficiency Reserves: Not applicable
- 30. High Deductibles: Not applicable
- 31. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses: No Change
- 32. Asbestos/Environmental Reserves: Not applicable
- 33. Subscriber Savings Accounts: Not applicable
- 34. Multiple Peril Crop Insurance: Not applicable

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior-year, end unless otherwise noted.)

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☐
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒
- 2.2

If yes, date of change:
3.

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒

If yes, complete the Schedule Y - Part 1 - organizational chart.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 4.2

If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☐ No ☒ NA ☐

If yes, attach an explanation.
- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2007
- 6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2002
- 6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

07/13/2004
- 6.4

By what department or departments?

Maryland Insurance Administration
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☐ No ☐ NA ☒
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☐ No ☒ NA ☐
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒
- 7.2

If yes, give full information:
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

GENERAL INTERROGATORIES

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:
.....

9.2 Has the code of ethics for senior managers been amended? Yes [] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
.....

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).
.....

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:.....\$196

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]

11.2 If yes, give full and complete information relating thereto:
.....

12. Amount of real estate and mortgages held in other invested assets in Schedule BA:\$

13. Amount of real estate and mortgages held in short-term investments:\$

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [] No [X]

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$0	\$0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []

If no, attach a description with this statement.

GENERAL INTERROGATORIES

16. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III Conducting Examinations, F - Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*?

Yes [X] No []

16.1 For all agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

1 Name of Custodian(s)	2 Custodian Address
M & T Bank.....	25 South Charles Street 19th Floor, Baltimore, MD 21201.....

16.2 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?

Yes [] No [X]

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
08348.....	T. Rowe Price Associates.....	100 East Pratt Street, Baltimore, MD 21202.....

17.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed?

Yes [X] No []

17.2 If no, list exceptions:
.....

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted.)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [] NA [X]
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [] No [X]
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto.
.....

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see *Annual Statement Instructions* pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [] No [X]

4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
.....
.....
.....
.....
TOTAL			0	0	0	0	0	0	0	0

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories							
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama	AL L	838,917	388,998	813,827	882,014	814,249	609,657
2. Alaska	AK L	0	0	0	0	0	0
3. Arizona	AZ L	180,864	242,370	7,506	171,940	176,204	1,030,299
4. Arkansas	AR L	133,326	137,401	364,450	400,910	68,924	277,750
5. California	CA L	8,990,141	7,290,078	2,919,401	2,741,213	12,202,289	9,766,314
6. Colorado	CO L	21,948	207,337	6,440	176,121	567,041	104,519
7. Connecticut	CT L	1,315,135	1,997,620	649,376	128,536	2,542,734	1,454,231
8. Delaware	DE L	37,771	39,992	89,402	466	54,279	27,211
9. District of Columbia	DC L	10,552	(7,518)	0	0	4,486	0
10. Florida	FL L	2,951,963	3,568,291	4,273,738	2,720,259	9,974,923	5,965,609
11. Georgia	GA L	1,893,200	2,226,424	1,582,731	1,782,162	2,318,606	2,278,036
12. Hawaii	HI L	0	0	0	0	0	0
13. Idaho	ID L	9,272	31,351	(310)	78,369	84,091	244,687
14. Illinois	IL L	3,851,195	3,428,873	925,069	1,053,220	4,806,570	2,416,090
15. Indiana	IN L	625,615	483,651	(5,631)	(3,506)	613,766	520,665
16. Iowa	IA L	284,357	277,051	22,500	(3,705)	137,875	121,757
17. Kansas	KS L	379,211	614,636	(27,894)	180,699	404,266	683,937
18. Kentucky	KY L	150,930	197,019	214,615	6,734	125,775	124,180
19. Louisiana	LA L	0	153,414	114,541	(33,093)	80,146	72,844
20. Maine	ME L	13,826	19,140	27,493	443	48,693	27,274
21. Maryland	MD L	870,473	435,356	410,262	(14,897)	1,143,474	912,454
22. Massachusetts	MA L	793,637	844,009	263,638	453,525	1,500,492	1,864,220
23. Michigan	MI L	1,275,003	1,222,237	680,199	1,225,723	2,996,895	1,498,260
24. Minnesota	MN L	670,343	761,085	38,306	67,908	664,273	418,332
25. Mississippi	MS L	74,939	102,381	37,329	20,316	217,765	93,246
26. Missouri	MO L	367,709	356,457	171,790	694,189	531,539	280,976
27. Montana	MT L	18,010	3,904	46,323	2,328	15,321	73,021
28. Nebraska	NE L	17,221	14,340	(80,347)	(46,156)	20,494	177,620
29. Nevada	NV L	127,081	10,713	54,675	10,243	65,540	37,467
30. New Hampshire	NH L	170,412	76,640	46	101	140,668	185,305
31. New Jersey	NJ L	3,985,543	4,130,100	775,448	836,577	5,235,775	3,443,693
32. New Mexico	NM L	0	0	0	0	0	0
33. New York	NY L	4,205,193	5,042,201	2,476,846	3,379,532	8,475,894	5,151,273
34. North Carolina	NC L	1,477,504	1,221,377	2,053,978	397,519	3,182,013	1,788,884
35. North Dakota	ND L	505,967	155,415	0	225	226,372	61,898
36. Ohio	OH L	2,082,597	1,297,133	587,743	1,450,922	2,604,516	1,031,554
37. Oklahoma	OK L	296,236	54,287	48,464	0	122,489	202,836
38. Oregon	OR L	662,242	740,782	162,935	286,852	792,618	483,084
39. Pennsylvania	PA L	3,078,119	2,265,954	1,364,890	817,860	3,698,011	2,342,932
40. Rhode Island	RI L	287,560	274,688	189,038	157,631	791,050	345,192
41. South Carolina	SC L	504,975	392,632	100,411	243,987	1,267,776	237,544
42. South Dakota	SD L	2,698	0	20,968	52,838	1,147	26,503
43. Tennessee	TN L	789,804	732,964	406,898	179,269	1,460,662	652,620
44. Texas	TX L	3,324,891	3,142,257	2,692,120	3,526,901	6,348,360	4,604,962
45. Utah	UT L	194,988	221,552	48,578	9,704	1,172,553	680,367
46. Vermont	VT L	98,439	17,472	405	0	41,846	11,121
47. Virginia	VA L	810,218	580,495	619,331	181,517	1,475,661	554,579
48. Washington	WA L	1,137,722	835,410	129,989	67,569	1,486,472	1,178,707
49. West Virginia	WV L	329,075	21,966	0	0	139,889	8,748
50. Wisconsin	WI L	492,942	2,828,961	379,844	704,780	1,867,125	2,938,614
51. Wyoming	WY L	135,178	24,454	8,500	0	58,824	12,076
52. American Samoa	AS N	0	0	0	0	0	0
53. Guam	GU N	0	0	0	0	0	0
54. Puerto Rico	PR N	0	0	0	0	0	0
55. U.S. Virgin Islands	VI N	0	0	0	0	0	0
56. Northern Mariana Islands	MP N	0	0	0	0	0	0
57. Canada	CN L	11,043,561	13,731,393	4,406,301	7,431,446	29,961,955	24,429,196
58. Aggregate Other Alien	OT XXX	0	0	0	0	0	0
59. Totals	(a) 51	61,518,503	62,834,743	30,072,162	32,421,191	112,732,386	81,452,344
DETAILS OF WRITE-INS							
5801. Bermuda	XXX		0		0		0
5802.	XXX						
5803.	XXX						
5898. Summary of remaining write-ins for Line 58 from overflow page.	XXX	0	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	XXX	0	0	0	0	0	0

(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

PART 1 - LOSS EXPERIENCE

Line of Business		Current Year to Date			4 Prior Year to Date Direct Loss Percentage
		1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1.	Fire			0.0	0.0
2.	Allied lines			0.0	0.0
3.	Farmowners multiple peril			0.0	0.0
4.	Homeowners multiple peril			0.0	0.0
5.	Commercial multiple peril			0.0	0.0
6.	Mortgage guaranty			0.0	0.0
8.	Ocean marine			0.0	0.0
9.	Inland marine			0.0	0.0
10.	Financial guaranty			0.0	0.0
11.1	Medical professional liability -occurrence			0.0	0.0
11.2	Medical professional liability -claims made			0.0	0.0
12.	Earthquake			0.0	0.0
13.	Group accident and health			0.0	0.0
14.	Credit accident and health			0.0	0.0
15.	Other accident and health			0.0	0.0
16.	Workers' compensation			0.0	0.0
17.1	Other liability occurrence			0.0	0.0
17.2	Other liability-claims made			0.0	0.0
18.1	Products liability-occurrence			0.0	0.0
18.2	Products liability-claims made			0.0	0.0
19.1,19.2	Private passenger auto liability			0.0	0.0
19.3,19.4	Commercial auto liability			0.0	0.0
21.	Auto physical damage			0.0	0.0
22.	Aircraft (all perils)			0.0	0.0
23.	Fidelity			0.0	0.0
24.	Surety			0.0	0.0
26.	Burglary and theft			0.0	0.0
27.	Boiler and machinery			0.0	0.0
28.	Credit	54,982,236	43,030,799	78.3	88.0
29.	International			0.0	0.0
30.	Warranty			0.0	0.0
31.	Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33.	Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business	0	0	0.0	0.0
35.	TOTALS	54,982,236	43,030,799	78.3	88.0
DETAILS OF WRITE-INS					
3401.	.....			0.0	0.0
3402.	.....			0.0	0.0
3403.	.....			0.0	0.0
3498.	Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0.0	0.0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire	0		0
2.	Allied Lines	0		0
3.	Farmowners multiple peril	0		0
4.	Homeowners multiple peril	0		0
5.	Commercial multiple peril	0		0
6.	Mortgage guaranty	0		0
8.	Ocean marine	0		0
9.	Inland marine	0		0
10.	Financial guaranty	0		0
11.1	Medical professional liability -occurrence	0		0
11.2	Medical professional liability -claims made	0		0
12.	Earthquake	0		0
13.	Group accident and health	0		0
14.	Credit accident and health	0		0
15.	Other accident and health	0		0
16.	Workers' compensation	0		0
17.1	Other liability occurrence	0		0
17.2	Other liability-claims made	0		0
18.1	Products liability-occurrence	0		0
18.2	Products liability-claims made	0		0
19.1,19.2	Private passenger auto liability	0		0
19.3,19.4	Commercial auto liability	0		0
21.	Auto physical damage	0		0
22.	Aircraft (all perils)	0		0
23.	Fidelity	0		0
24.	Surety	0		0
26.	Burglary and theft	0		0
27.	Boiler and machinery	0		0
28.	Credit	61,508,502	61,508,502	62,834,743
29.	International	0		0
30.	Warranty	0		0
31.	Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33.	Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business	0	0	0
35.	TOTALS	61,508,502	61,508,502	62,834,743
DETAILS OF WRITE-INS				
3401.	.....	0		
3402.	.....	0		
3403.	.....	0		
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2009 Loss and LAE Payments on Claims Reported as of Prior Year-End	2009 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2009 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols.7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2006 + Prior	2,636		2,636	(174)	0	(174)	2,110		0	2,110	(699)	0	(699)
2. 2007	1,071		1,071	410	0	410	177		92	269	(483)	92	(391)
3. Subtotals 2007 + prior	3,707	0	3,707	237	0	237	2,287	0	92	2,379	(1,183)	92	(1,091)
4. 2008	23,648	30,760	54,408	14,019	3,015	17,034	10,007	16,328	13,589	39,924	379	2,172	2,551
5. Subtotals 2008 + prior	27,355	30,760	58,115	14,256	3,015	17,271	12,295	16,328	13,681	42,303	(804)	2,264	1,460
6. 2009	XXX	XXX	XXX	XXX	2	2	XXX	2,714	21,301	24,015	XXX	XXX	XXX
7. Totals	27,355	30,760	58,115	14,256	3,017	17,273	12,295	19,042	34,982	66,318	(804)	2,264	1,460
8. Prior Year-End Surplus As Regards Policyholders	168,431										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. (2.9)	2. 7.4	3. 2.5
											Col. 13, Line 7 Line 8		
											4. 0.9		

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing on "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

RESPONSE

1.

Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?

.....NO.....
2.

Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?

.....NO.....
3.

Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?


.....NO.....


Explanation:


1.
2.
3.

Bar Code:

1.


2 0 5 1 6 2 0 0 9 4 9 0 0 0 0 0 1
2.


2 0 5 1 6 2 0 0 9 4 5 5 0 0 0 0 1
3.


2 0 5 1 6 2 0 0 9 3 6 5 0 0 0 0 1

OVERFLOW PAGE FOR WRITE-INS

PQ004 Additional Aggregate Lines for Page 04 Line 14.
*STMTINCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1404. Other income.....	221,744	220,031	436,087
1497. Summary of remaining write-ins for Line 14 from Page 04	221,744	220,031	436,087

SCHEDULE A – VERIFICATION

Real Estate

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances		0
4. Total gain (loss) on disposals		0
5. Deduct amounts received on disposals		0
6. Total foreign exchange change in book/adjusted carrying value		0
7. Deduct current year's other than temporary impairment recognized		0
8. Deduct current year's depreciation		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

NONE

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year To Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1. Actual cost at time of acquisition		0
2.2. Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and mortgage interest points and commitment fees		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		0
10. Deduct current year's other than temporary impairment recognized		0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Total valuation allowance		0
13. Subtotal (Line 11 plus Line 12)	0	0
14. Deduct total nonadmitted accounts	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

NONE

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Cost of acquired:		
2.1. Actual cost at time of acquisition		0
2.2. Additional investment made after acquisition		0
3. Capitalized deferred interest and other		0
4. Accrual of discount		0
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and depreciation		0
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other than temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

NONE

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	242,670,194	174,213,412
2. Cost of bonds and stocks acquired	70,952,925	275,050,859
3. Accrual of discount	43,767	192,352
4. Unrealized valuation increase (decrease)		(789,460)
5. Total gain (loss) on disposals	1,860,443	(7,131,778)
6. Deduct consideration for bonds and stocks disposed of	45,494,134	191,803,419
7. Deduct amortization of premium	285,075	551,010
8. Total foreign exchange change in book/adjusted carrying value	(1,214,101)	(6,510,762)
9. Deduct current year's other than temporary impairment recognized		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9)	268,534,019	242,670,194
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	268,534,019	242,670,194

STATEMENT AS OF MARCH 31, 2009 OF THE Euler Hermes American Credit Indemnity Company

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	228,802,954	74,451,702	52,994,134	413,336	250,673,858	0	0	228,802,954
2. Class 2 (a).....	17,860,161				17,860,161	0	0	17,860,161
3. Class 3 (a).....	0				0	0	0	0
4. Class 4 (a).....	0				0	0	0	0
5. Class 5 (a).....	0				0	0	0	0
6. Class 6 (a).....	0				0	0	0	0
7. Total Bonds	246,663,115	74,451,702	52,994,134	413,336	268,534,019	0	0	246,663,115
PREFERRED STOCK								
8. Class 1	0				0	0	0	0
9. Class 2	0				0	0	0	0
10. Class 3	0				0	0	0	0
11. Class 4	0				0	0	0	0
12. Class 5	0				0	0	0	0
13. Class 6	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	246,663,115	74,451,702	52,994,134	413,336	268,534,019	0	0	246,663,115

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$; NAIC 2 \$;
NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SCHEDULE DA - PART 1
Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999		XXX			

SCHEDULE DA - VERIFICATION
Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	3,992,926	97,153,142
2. Cost of short-term investments acquired	3,498,777	162,466,715
3. Accrual of discount	8,297	864,170
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals		4,120
6. Deduct consideration received on disposals	7,500,000	256,478,086
7. Deduct amortization of premium.....		17,135
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other than temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	3,992,926
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	0	3,992,926

Schedule DB - Part F - Section 1
NONE

Schedule DB - Part F - Section 2
NONE

Schedule E - Verification
NONE

Schedule A - Part 2
NONE

Schedule A - Part 3
NONE

Schedule B - Part 2
NONE

Schedule B - Part 3
NONE

Schedule BA - Part 2
NONE

Schedule BA - Part 3
NONE

STATEMENT AS OF MARCH 31, 2009 OF THE Euler Hermes American Credit Indemnity Company

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
Bonds - U.S. Governments									
912828-KE-9	U S TREASURY NOTE		03/20/2009	BARCLAYS GROUP		7,500,318	7,500,000	4,280	1
912828-KG-4	U S TREASURY NOTE		03/20/2009	CREDIT SUISSE/FIRST BOS		7,534,888	7,500,000	2,522	1
0399999 - Total - Bonds - U.S. Government						15,035,207	15,000,000	6,802	XXX
Bonds - All Other Government									
683234-B3-1	ONTARIO PROVINCE - Company C		02/04/2009	Scotia Cap Markets (USA)		3,979,680	4,000,000	4,083	1
1099999 - Total - Bonds - All Other Government						3,979,680	4,000,000	4,083	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
00206R-AP-7	A T & T		03/24/2009	J.P. MORGAN		3,251,160	3,000,000	70,908	1
084664-BD-2	BERKSHIRE HATHAWAY FIN		01/27/2009	GOLDMAN SACHS		2,561,050	2,500,000	23,958	1
097023-AV-7	BOEING CO		03/19/2009	BANC OF AMERICA SECURITIE		3,085,800	3,000,000	4,583	1
26442T-AA-5	DUKE UNIVERISTY		01/23/2009	GOLDMAN SACHS		5,068,700	5,000,000		1
35177P-AK-3	FRANCE TELECOM		03/19/2009	Bond Direct Securities		3,225,360	3,000,000	14,854	1
36962G-K7-8	GENERAL ELECTRIC CAP		01/27/2009	CREDIT SUISSE/FIRST BOS		1,009,240	1,000,000	16,174	1
438516-AW-6	HONEYWELL INTL		03/19/2009	BANC OF AMERICA		2,059,560	2,000,000	5,431	1
24424D-AA-7	JOHN DEERE CAP CORP - TLGP		01/27/2009	BANK OF AMERICA		1,027,180	1,000,000	3,274	1
717081-AR-4	PFIZER INC		01/27/2009	GOLDMAN SACHS		2,663,850	2,500,000	51,563	1
718172-AG-4	PHILIP MORRIS INTL INC		03/19/2009	BNP PARIBAS		3,253,920	3,000,000	4,010	1
742718-DL-0	PROCTER & GAMBLE CO		01/27/2009	GOLDMAN SACHS		2,681,200	2,500,000	13,417	1
842400-FM-0	SOUTHERN CAL EDISON		03/17/2009	BANC OF AMERICA SECURITIE		1,369,808	1,370,000		1
92344G-AT-3	VERIZON GLOBAL FDG CORP		03/19/2009	WALL STREET ACCESS		2,188,680	2,000,000	9,424	1
93114Z-BZ-5	WALMART STORES		01/28/2009	BANK OF AMERICA		1,034,190	1,000,000	3,552	1
298785-ER-3	EUROPEAN INVESTMENT BNK - SUPRANTL		02/03/2009	CITI GROUP GLOBAL		4,229,040	4,000,000	8,972	1
45324Q-AB-2	ING BANK NV - SUPRANATL		01/30/2009	CITI GROUP GLOBAL		4,985,100	5,000,000		1
458182-CW-0	INTERAMERICAN DEV BNK- SUPRANATL		02/04/2009	RBC DOMINION SECURITIES		4,248,760	4,000,000	70,000	1
500769-DD-3	KFW - SUPRANATIONAL		02/03/2009	RBC DOMINION SECURITIES		3,995,440	4,000,000		1
3899999 - Totals - Bonds - Industrial and Miscellaneous (Unaffiliated)						51,938,038	49,870,000	300,120	XXX
8399997 - Subtotals- Bonds - Part 3						70,952,925	68,870,000	311,005	XXX
8399999 - Subtotals - Bonds						70,952,925	68,870,000	311,005	XXX
9999999 Totals						70,952,925	XXX	311,005	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .

STATEMENT AS OF MARCH 31, 2009 OF THE Euler Hermes American Credit Indemnity Company

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
36202C-7B-3	GNMA		03/20/2009	CITI GROUP GLOBAL		34,920	34,920	36,426	36,426				.0		36,426		(1,506)	(1,506)	.349	12/20/2028	1
36202E-CH-0	GNMA		03/20/2009	BB&T CAPITAL MARKETS		24,417	24,417	23,753	23,753				.0		23,753		.664	.664	.124	02/20/2020	1
36296C-MW-7	GNMA		03/15/2009	PRINCIPAL RECEIPT		30,629	30,629	30,983	30,947			(318)	(318)		30,629		.0	.0	.259	04/15/2023	1
383739-4C-0	GNMA		03/15/2009	PRINCIPAL RECEIPT		159,000	159,000	163,298	163,144		(4,144)		(4,144)		159,000		.0	.0	1,804	10/16/2030	1
38373M-RU-6	GNMA		03/15/2009	PRINCIPAL RECEIPT		105,689	105,689	103,576	104,712			977	977		105,689		.0	.0	.784	03/16/2025	1
38374H-DW-7	GNMA		03/15/2009	PRINCIPAL RECEIPT		31,828	31,828	32,979	32,858		(1,031)		(1,031)		31,828		.0	.0	.319	09/16/2020	1
36241K-HT-8	GNMA		03/15/2009	PRINCIPAL RECEIPT		151,601	151,601	160,460	161,706		(10,105)		(10,105)		151,601		.0	.0	1,678	12/20/2032	1
36202D-T7-6	GNMA-#003274		03/15/2009	PRINCIPAL RECEIPT		116,997	116,997	120,653	120,535		(3,539)		(3,539)		116,997		.0	.0	.900	08/20/2032	1
36291H-D2-7	GNMA-#628421		03/15/2009	PRINCIPAL RECEIPT		24,145	24,145	24,688	24,638		(493)		(493)		24,145		.0	.0	.240	01/15/2019	1
36292N-G9-5	GNMA-#653724		03/15/2009	PRINCIPAL RECEIPT		92,578	92,578	94,661	94,495		(1,917)		(1,917)		92,578		.0	.0	1,189	03/15/2021	1
36202E-ET-2	GNMA-3746		03/15/2009	PRINCIPAL RECEIPT		77,711	77,711	75,052	75,136		2,576		2,576		77,711		.0	.0	.566	08/20/2035	1
362056-RK-1	GNMA-POOL# 027490		01/15/2009	PRINCIPAL RECEIPT		28	28	30	29		.0		.0		28		.0	.0		01/15/2009	1
362058-C7-2	GNMA-POOL# 028894		02/15/2009	PRINCIPAL RECEIPT		77	77	82	77		.0		.0		77		.0	.0	.1	05/15/2009	1
362058-VV-8	GNMA-POOL# 029428		02/15/2009	PRINCIPAL RECEIPT		338	338	361	340		(2)		(2)		338		.0	.0	.4	05/15/2009	1
362059-G5-0	GNMA-POOL# 029920		01/15/2009	PRINCIPAL RECEIPT		10	10	11	10		.0		.0		10		.0	.0		02/15/2009	1
362059-NT-0	GNMA-POOL# 030102		01/15/2009	PRINCIPAL RECEIPT		0	0		0		.0		.0		0		.0	.0		04/15/2009	1
362059-XK-8	GNMA-POOL# 030382		02/15/2009	PRINCIPAL RECEIPT		685	685	732	685		.0		.0		685		.0	.0	.7	04/15/2009	1
362060-BP-9	GNMA-POOL# 030646		02/15/2009	PRINCIPAL RECEIPT		194	194	207	195		(1)		(1)		194		.0	.0	.2	05/15/2009	1
362060-PB-5	GNMA-POOL# 031018		02/15/2009	PRINCIPAL RECEIPT		71	71	77	72		.0		.0		71		.0	.0	.1	06/15/2009	1
362060-4Q-5	GNMA-POOL# 031431		03/15/2009	PRINCIPAL RECEIPT		1,219	1,219	1,302	1,225		(6)		(6)		1,219		.0	.0	.16	05/15/2009	1
362061-ZK-2	GNMA-POOL# 032246		03/15/2009	PRINCIPAL RECEIPT		1,808	1,808	1,931	1,817		(9)		(9)		1,808		.0	.0	.29	05/15/2009	1
362100-VX-4	GNMA-POOL# 067230		03/15/2009	PRINCIPAL RECEIPT		2,230	2,230	2,488	2,246		(16)		(16)		2,230		.0	.0	.41	07/15/2013	1
362191-FO-6	GNMA-POOL# 263975		03/15/2009	PRINCIPAL RECEIPT		10	10	10	10		.0		.0		10		.0	.0		01/15/2019	1
36220H-CP-3	GNMA-POOL# 278278		03/15/2009	PRINCIPAL RECEIPT		135	135	146	136		(1)		(1)		135		.0	.0	.2	08/15/2020	1
36220U-6D-8	GNMA-POOL# 288968		03/15/2009	PRINCIPAL RECEIPT		22	22	24	22		.0		.0		22		.0	.0		04/15/2020	1
36220W-3F-2	GNMA-POOL# 290698		03/15/2009	PRINCIPAL RECEIPT		40	40	43	40		.0		.0		40		.0	.0	.1	06/15/2020	1
36220X-4D-4	GNMA-POOL# 291620		03/15/2009	PRINCIPAL RECEIPT		41	41	44	41		.0		.0		41		.0	.0	.1	09/15/2020	1
36220X-5B-7	GNMA-POOL# 291642		03/15/2009	PRINCIPAL RECEIPT		31	31	34	31		.0		.0		31		.0	.0		09/15/2020	1
362200-E6-0	GNMA-POOL# 292757		03/15/2009	PRINCIPAL RECEIPT		323	323	349	324		(2)		(2)		323		.0	.0	.4	06/15/2020	1
362200-KM-8	GNMA-POOL# 292900		03/15/2009	PRINCIPAL RECEIPT		1,590	1,590	1,732	1,599		(9)		(9)		1,590		.0	.0	.21	09/15/2020	1
362200-T2-3	GNMA-POOL# 293169		03/15/2009	PRINCIPAL RECEIPT		208	208	225	209		(1)		(1)		208		.0	.0	.3	07/15/2020	1
362202-3Z-4	GNMA-POOL# 295216		03/15/2009	PRINCIPAL RECEIPT		132	132	143	133		(1)		(1)		132		.0	.0	.2	10/15/2020	1
36223M-TB-2	GNMA-POOL# 312046		03/15/2009	PRINCIPAL RECEIPT		527	527	569	530		(3)		(3)		527		.0	.0	.7	08/15/2021	1
36204G-QB-1	GNMA-POOL# 369550		03/15/2009	PRINCIPAL RECEIPT		915	915	962	919		(4)		(4)		915		.0	.0	.11	10/15/2024	1
36205L-AB-6	GNMA-POOL# 393402		03/15/2009	PRINCIPAL RECEIPT		399	399	369	400		(1)		(1)		399		.0	.0	.4	04/15/2026	1
36205X-3D-4	GNMA-POOL# 404096		03/01/2009	PRINCIPAL RECEIPT		51	51	54	51		.0		.0		51		.0	.0	.1	05/15/2025	1
36206D-QB-6	GNMA-POOL# 408250		03/15/2009	PRINCIPAL RECEIPT		414	414	383	415		(1)		(1)		414		.0	.0	.4	03/15/2026	1
36206D-QC-4	GNMA-POOL# 408251		03/15/2009	PRINCIPAL RECEIPT		554	554	512	555		(1)		(1)		554		.0	.0	.5	03/15/2026	1
36206R-SW-7	GNMA-POOL# 419133		03/15/2009	PRINCIPAL RECEIPT		526	526	486	527		(1)		(1)		526		.0	.0	.5	03/15/2026	1
36207A-H9-6	GNMA-POOL# 426056		03/15/2009	PRINCIPAL RECEIPT		1,158	1,158	1,069	1,158		.0		.0		1,158		.0	.0	.14	03/15/2026	1
36207E-AN-4	GNMA-POOL# 429413		03/15/2009	PRINCIPAL RECEIPT		234	234	216	293		(59)		(59)		234		.0	.0	.18	04/15/2026	1
36225A-CX-4	GNMA-POOL# 780074		03/15/2009	PRINCIPAL RECEIPT		3,986	3,986	4,293	4,007		(21)		(21)		3,986		.0	.0	.56	12/15/2022	1
36225A-L7-3	GNMA-POOL# 780350		03/15/2009	PRINCIPAL RECEIPT		300	300	295	300		(1)		(1)		300		.0	.0	.2	05/15/2009	1
36202D-5F-4	GNMA-POOL#003546		03/15/2009	PRINCIPAL RECEIPT		50,994	50,994	52,930	52,891		(1,897)		(1,897)		50,994		.0	.0	.518	04/20/2034	1
36202E-FO-7	GNMA-POOL#003775		03/15/2009	PRINCIPAL RECEIPT		126,299	126,299	129,457	129,667		(3,368)		(3,368)		126,299		.0	.0	.1,257	10/20/2035	1
36202E-KL-2	GNMA-POOL#003899		03/15/2009	PRINCIPAL RECEIPT		397,284	397,284	397,796	397,844		(560)		(560)		397,284		.0	.0	4,059	09/20/2036	1
36202E-QM-4	GNMA-POOL#004060		03/15/2009	PRINCIPAL RECEIPT		68,300	68,300	68,388	68,400		(101)		(101)		68,300		.0	.0	.719	12/20/2037	1
362059-SN-8	GNMA-POOL#030225		02/15/2009	PRINCIPAL RECEIPT		100	100	107	101		(1)		(1)		100		.0	.0	.1	02/15/2009	1
36220S-EA-0	GNMA-POOL#286429		03/15/2009	PRINCIPAL RECEIPT		41	41	45	48		(7)		(7)		41		.0	.0	.1	04/15/2020	1
36205X-CL-6	GNMA-POOL#403375		03/15/2009	PRINCIPAL RECEIPT		29,215	29,215	29,628	29,438		(223)		(223)		</						

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Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

STATEMENT AS OF MARCH 31, 2009 OF THE Euler Hermes American Credit Indemnity Company

SCHEDULE E - PART 1 - CASH

[illegible]

STATEMENT AS OF MARCH 31, 2009 OF THE Euler Hermes American Credit Indemnity Company

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarte

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							

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